

IN THE UNITED STATES DISTRICT COURT
FOR THE NORTHERN DISTRICT OF CALIFORNIA

No. C 05-02394 CRB

IN RE MAGMA DESIGN AUTOMATION,
INC. SECURITIES LITIGATION


ORDER

THIS DOCUMENT RELATES TO:
ALL ACTIONS

Now pending before the Court is defendant's motion to dismiss this securities fraud action. Plaintiff has failed to plead with particularity that defendants Gregory C. Walker and Roy Jewell had the requisite scienter grounded in an awareness that the validity of the company's patents was in question. Accordingly, they are hereby dismissed from the case. Plaintiff, however, has alleged with sufficient particularity that Rajeev Madhavan, Magma's CEO, made false or misleading statements with the requisite scienter to state a Rule 10b-5 claim for securities fraud under sections 10(b) and 20(a) of the Securities Exchange Act of 1934. Accordingly, the motion is DENIED as to Madhavan and the company.

IT IS SO ORDERED.

Dated: August 18, 2006


CHARLES R. BREYER
UNITED STATES DISTRICT JUDGE

United States District Court

For the Northern District of California

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